
AGRESERVES LIMITED

ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009



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COMPANIES HOUSE



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COMPANIES HOUSE

AGRESERVES LIMITED

COMPANY INFORMATION

DIRECTORS

P C Genho
D M Sleight
J R Larson
C O Jones

COMPANY SECRETARY

G L Lambert

COMPANY NUMBER

2947030

REGISTERED OFFICE

Manor Farm
Woodwalton
Huntingdon
Cambridgeshire
PE28 5YU

AUDITORS

M+A Partners
Chartered Accountants & Registered Auditors
7 The Close
Norwich
Norfolk
NR1 4DJ

AGRESERVES LIMITED

CONTENTS

	Page
Independent auditors' report	1
Profit and loss account	2
Statement of total recognised gains and losses	3
Balance sheet	4 - 5
Cash flow statement	6
Notes to the abbreviated accounts	7 - 16

AGRESERVES LIMITED

INDEPENDENT AUDITORS' REPORT TO AGRESERVES LIMITED UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 2 to 16, together with the financial statements of AgReserves Limited for the year ended 31 December 2009 prepared under section 396 of the Companies Act 2006

This report is made solely to the company in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

The directors are responsible for preparing the abbreviated accounts in accordance with section 445 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared.

OPINION

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 445(3) of the Companies Act 2006, and the abbreviated accounts on pages 2 to 16 have been properly prepared in accordance with the regulations made under that section.

Christopher Dugdale (Senior statutory auditor)

for and on behalf of
M+A PARTNERS

Chartered Accountants
Statutory Auditors

7 The Close
Norwich
Norfolk
NR1 4DJ

28 September 2010

AGRESERVES LIMITED

**ABBREVIATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2009**

	Note	2009 £	2008 £
TURNOVER	1	8,567,784	7,124,862
GROSS PROFIT		4,533,690	4,731,827
Machinery and direct costs		(2,344,866)	(2,363,174)
Administrative expenses		(593,803)	(496,892)
OPERATING PROFIT	2	1,595,021	1,871,761
Interest receivable		17,574	174,075
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		1,612,595	2,045,836
Tax on profit on ordinary activities	5	(344,656)	(537,591)
PROFIT FOR THE FINANCIAL YEAR	14	1,267,939	1,508,245

All amounts relate to continuing operations

The notes on pages 7 to 16 form part of these financial statements

AGRESERVES LIMITED

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
FOR THE YEAR ENDED 31 DECEMBER 2009**

	2009 £	2008 £
PROFIT FOR THE FINANCIAL YEAR	1,267,939	1,508,245
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR	1,267,939	1,508,245

The notes on pages 7 to 16 form part of these financial statements

AGRESERVES LIMITED
REGISTERED NUMBER. 2947030

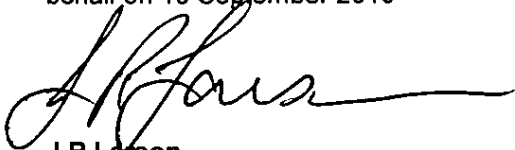
ABBREVIATED BALANCE SHEET
AS AT 31 DECEMBER 2009

	Note	2009 £	2008 £
FIXED ASSETS			
Intangible fixed assets	6	55,026	-
Tangible fixed assets	7	2,199,415	2,508,511
Fixed asset investments	8	5,176	5,176
		<u>2,259,617</u>	<u>2,513,687</u>
CURRENT ASSETS			
Stocks	9	5,681,617	6,255,574
Debtors	10	2,357,899	2,343,200
Investments	11	-	5,532,853
Cash at bank and in hand		4,202,112	2,827,167
		<u>12,241,628</u>	<u>16,958,794</u>
CREDITORS: amounts falling due within one year	12	<u>(4,119,743)</u>	<u>(10,358,918)</u>
NET CURRENT ASSETS		<u>8,121,885</u>	<u>6,599,876</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>10,381,502</u>	<u>9,113,563</u>
CAPITAL AND RESERVES			
Called up share capital	13	4,100,000	4,100,000
Capital redemption reserve	14	5,350,000	5,350,000
Profit and loss account	14	931,502	(336,437)
SHAREHOLDERS' FUNDS	15	<u>10,381,502</u>	<u>9,113,563</u>

AGRESERVES LIMITED

**ABBREVIATED BALANCE SHEET (continued)
AS AT 31 DECEMBER 2009**

The abbreviated accounts, which have been prepared in accordance with the special provisions of section 445(3) of the Companies Act 2006 were approved and authorised for issue by the board and were signed on its behalf on 10 September 2010



J R Larson
Director

The notes on pages 7 to 16 form part of these financial statements

AGRESERVES LIMITED

**ABBREVIATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009**

	Note	2009 £	2008 £
Net cash flow from operating activities	16	(3,148,774)	2,070,668
Returns on investments and servicing of finance	17	17,574	174,075
Taxation		(714,758)	-
Capital expenditure and financial investment	17	5,220,903	(740,689)
INCREASE IN CASH IN THE YEAR		1,374,945	1,504,054

**RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET FUNDS/DEBT
FOR THE YEAR ENDED 31 DECEMBER 2009**

	2009 £	2008 £
Increase in cash in the year	1,374,945	1,504,054
MOVEMENT IN NET DEBT IN THE YEAR	1,374,945	1,504,054
Net funds at 1 January 2009	2,827,167	1,323,113
NET FUNDS AT 31 DECEMBER 2009	4,202,112	2,827,167

The notes on pages 7 to 16 form part of these financial statements

AGRESERVES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2009

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The full financial statements, from which these abbreviated accounts have been extracted, have been prepared under the historical cost convention and in accordance with applicable accounting standards

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.3 Intangible fixed assets and amortisation

Intangible fixed assets represent purchased entitlements to receive the single farm payment subsidy. These are held at cost and are not amortised since their estimated expected useful life is uncertain

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases

Plant and equipment	-	Straight Line over 3 to 10 years
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1.5 Investments

Investments held as fixed assets are shown at cost less provision for impairment

1.6 Operating leases

Rentals under operating leases are charged to the Profit and loss account on a straight line basis over the lease term

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate

1.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads

AGRESERVES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2009

1. ACCOUNTING POLICIES (continued)

1.8 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse

Deferred tax assets and liabilities are discounted

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction

Exchange gains and losses are recognised in the Profit and loss account

1.10 Pensions

The company is a member of a multi-employer Deseret UK Benefit Plan that is of a defined benefit type and retirement benefits are payable through a separately funded UK pension scheme. The company has followed the requirements of FRS 17, Retirement Benefits and as the company is unable to identify its share of the underlying assets and liabilities of the scheme it is accounted for as a defined contribution scheme. Full details of the plan are provided in the financial statements of The Church of Jesus Christ of Latter-Day Saints (Great Britain)

2. OPERATING PROFIT

The operating profit is stated after charging

	2009 £	2008 £
Depreciation of tangible fixed assets		
- owned by the company	636,095	678,854
Auditors' remuneration	11,250	16,300
Operating lease rentals		
- other operating leases	1,192,399	1,177,989
Difference on foreign exchange	68,413	-
	<u>1,908,157</u>	<u>1,873,143</u>

AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

3. STAFF COSTS

Staff costs, including directors' remuneration, were as follows

	2009	2008
	£	£
Wages and salaries	866,852	941,429
Other pension costs	129,294	114,412
	996,146	1,055,841

The average monthly number of employees, including the directors, during the year was as follows

	2009	2008
	No.	No
Farming	20	16
Office and management	8	9
	28	25

4. DIRECTORS' REMUNERATION

	2009	2008
	£	£
Emoluments	15,851	101,334
Company pension contributions to money purchase pension schemes	-	11,165

During the year retirement benefits were accruing to no directors (2008 - 1) in respect of money purchase pension schemes

5. TAXATION

	2009	2008
	£	£
UK corporation tax charge on profit for the year	344,656	537,591

AGRESERVES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2009

5. TAXATION (continued)

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2008 - *lower than*) the standard rate of corporation tax in the UK (28%). The differences are explained below

	2009 £	2008 £
Profit on ordinary activities before tax	1,612,595	2,045,836
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2008 - 30%)	451,527	613,751
Effects of:		
Expenses not deductible for tax purposes	11,548	10,226
Capital allowances for year in excess of depreciation	(34,883)	(57,793)
Rollover relief	(39,199)	-
Effect of 28% corporation tax rate for part of year	-	(28,348)
Adjustment for FII income	(188)	(245)
Mars depreciation in stock adjustment	(44,149)	-
Current tax charge for the year (see note above)	344,656	537,591

6. INTANGIBLE FIXED ASSETS

	Single farm payment entitlements £
Cost	
At 1 January 2009	-
Additions	55,026
At 31 December 2009	55,026
Net book value	
At 31 December 2009	55,026
At 31 December 2008	-

AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

7. TANGIBLE FIXED ASSETS

	Plant and equipment £
Cost	
At 1 January 2009	6,417,496
Additions	334,859
Disposals	(114,966)
	<hr/>
At 31 December 2009	6,637,389
	<hr/>
Depreciation	
At 1 January 2009	3,908,985
Charge for the year	636,095
On disposals	(107,106)
	<hr/>
At 31 December 2009	4,437,974
	<hr/>
Net book value	
At 31 December 2009	2,199,415
	<hr/>
<i>At 31 December 2008</i>	2,508,511
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AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

8. FIXED ASSET INVESTMENTS

	Listed investments £
Cost or valuation	
At 1 January 2009 and 31 December 2009	5,176

Listed investments

The market value of the listed investments at 31 December 2009 was £12,110 (2008 - £7,114)

9 STOCKS

	2009 £	2008 £
Cultivations	2,292,952	2,891,848
Crop in store	3,388,665	3,363,726
	<u>5,681,617</u>	<u>6,255,574</u>

10. DEBTORS

	2009 £	2008 £
Trade debtors	2,311,781	2,106,771
Amounts owed by group undertakings	3,948	-
Other debtors	42,170	236,429
	<u>2,357,899</u>	<u>2,343,200</u>

11. CURRENT ASSET INVESTMENTS

	2009 £	2008 £
Shares in group undertakings	-	5,532,853

The company previously held shares in two subsidiary companies, Hallsworth (Farmland Trust) Limited and Farmspeed (Southery Anchor) Limited. Both of these entities were dissolved on 2 June 2009.

AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

12. CREDITORS:
Amounts falling due within one year

	2009 £	2008 £
Trade creditors	126,863	159,288
Amounts owed to group undertakings	3,725,163	9,606,057
Corporation tax	187,171	537,591
Social security and other taxes	16,320	12,979
Other creditors	47,326	43,003
Accruals and deferred income	16,900	-
	<u>4,119,743</u>	<u>10,358,918</u>

13. SHARE CAPITAL

	2009 £	2008 £
Allotted, called up and fully paid		
4,100,000 Ordinary shares of £1 each	<u>4,100,000</u>	<u>4,100,000</u>

14. RESERVES

	Capital redempt'n reserve £	Profit and loss account £
At 1 January 2009	5,350,000	(336,437)
Profit for the year		1,267,939
	<u>5,350,000</u>	<u>931,502</u>
At 31 December 2009		

15. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2009 £	2008 £
Opening shareholders' funds	9,113,563	7,605,318
Profit for the year	1,267,939	1,508,245
	<u>10,381,502</u>	<u>9,113,563</u>
Closing shareholders' funds		

AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

16. NET CASH FLOW FROM OPERATING ACTIVITIES

	2009 £	2008 £
Operating profit	1,595,021	1,871,761
Depreciation of tangible fixed assets	636,095	678,854
Profit on disposal of tangible fixed assets	(70,075)	(110,133)
Decrease/(increase) in stocks	573,956	(1,616,546)
Charitable donations	-	-
Decrease/(increase) in debtors	8,933	(76,935)
Increase in amounts owed by group undertakings	(3,948)	-
Decrease in creditors	(7,861)	(412,326)
(Decrease)/increase in amounts owed to group undertakings	(5,880,895)	1,735,993
Net cash (outflow)/inflow from operating activities	(3,148,774)	2,070,668

17. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN CASH FLOW STATEMENT

	2009 £	2008 £
Returns on investments and servicing of finance		
Interest received	17,574	174,075
Capital expenditure and financial investment		
Purchase of intangible fixed assets	(55,026)	-
Purchase of tangible fixed assets	(334,859)	(943,068)
Sale of tangible fixed assets	77,935	202,379
Sale of short term unlisted investments	5,532,853	-
Net cash inflow/(outflow) from capital expenditure	5,220,903	(740,689)

18. ANALYSIS OF CHANGES IN NET DEBT

	1 January 2009 £	Cash flow £	Other non-cash changes £	31 December 2009 £
Cash at bank and in hand	2,827,167	1,374,945	-	4,202,112
Net funds	2,827,167	1,374,945	-	4,202,112

AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

19. PENSION COMMITMENTS

The Company participates in a pension scheme operated by the Church of Jesus Christ of Latter-day Saints (Great Britain), the Deseret UK Benefit Plans ("the plan"). The schemes are of the defined benefit type and are funded by contributions from the participating companies and their employees at rates determined by independent actuaries in the light of regular valuations. Such contributions are held in trustee-administered funds completely independent of group finances. Full disclosure of the valuation is shown in the accounts of The Church of Jesus Christ of Latter-Day Saints (Great Britain). The company has accounted for the schemes as if they were defined contribution schemes because it is not feasible to split the assets and liabilities between all the companies whose employees are members. Contributions to the schemes for the year were £129,294 (2008 £114,412).

20. OPERATING LEASE COMMITMENTS

At 31 December 2009 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2009	2008
	£	£
Expiry date:		
Within 1 year	1,156,626	1,155,950
Between 2 and 5 years	14,619	-
	<u>1,171,245</u>	<u>1,155,950</u>

21. RELATED PARTY TRANSACTIONS

During the normal courses of business, the company carried out arms length transactions with various related parties, as follows

The Church of Jesus Christ of Latter-Day Saints (Welfare) Limited which, under the name of England Farm Properties (the immediate parent company), is the company's landlord;

	2009	2008
	£	£
Rent payable	1,156,626	1,155,950
Management fees receivable	124,599	97,693
Creditor balance as at 31 December	(3,725,163)	(4,073,205)

**Anderson Farm (Buckworth) Limited, a company also controlled by
The Church of Jesus Christ of Latter-Day Saints (Welfare) Limited**

	2009	2008
	£	£
Rent payable	9,436	-
Debtor balance as at 31 December	3,948	-

AGRESERVES LIMITED

**NOTES TO THE ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2009**

22. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The company is owned by The Church of Jesus Christ of Latter-Day Saints (Welfare) Limited

The ultimate holding company and controlling party is the Corporation of the Presiding Bishop of The Church of Jesus Christ of Latter-Day Saints, this company being incorporated in the state of Utah, United States of America